



DEPARTMENT OF THE NAVY

OFFICE OF LEGISLATIVE AFFAIRS
1300 NAVY PENTAGON
WASHINGTON DC 20350-1300

IN REPLY REFER TO
LA-2c: vw
October 13, 2005

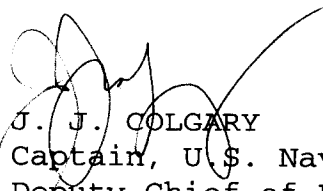
MEMORANDUM FOR INTERESTED MEMBERS OF CONGRESS

Subj: PRELIMINARY PLANNING FOR OMB CIRCULAR A-76 COMMERCIAL
ACTIVITY STUDY

Encl: (1) Congressional Notification of Preliminary Planning

1. Appreciating your interest in the current plans, programs and policies of the Department of the Navy, please be advised that the Navy will begin preliminary planning for a commercial activities study under OMB Circular A-76 on the administrative support function at various Navy activities.
2. Preliminary planning will produce a decision on the scope of any public-private competition and the personnel to be included. A competition will only be initiated if preliminary planning reveals that it will likely result in savings for the Navy. Prior to initiating a commercial activities competition under OMB Circular A-76 the Navy will provide a formal notification to Congress.
3. The Office of Legislative Affairs point of contact is Mr. Joel Weger at (703) 697-2880.

Sincerely,


J. J. COLGARY
Captain, U.S. Navy
Deputy Chief of Legislative
Affairs



DEPARTMENT OF THE NAVY
OFFICE OF THE ASSISTANT SECRETARY
(INSTALLATIONS AND ENVIRONMENT)
1000 NAVY PENTAGON
WASHINGTON, D.C. 20350-1000

The Honorable Duncan Hunter
Chairman, Committee on Armed Services
House of Representatives
Washington, DC 20515

SEP 28 2005

Dear Mr. Chairman:

This letter provides you with notification that certain functions performed by civilian personnel in the Department of the Navy are being considered for competitive sourcing. Only preliminary planning for possible competition is taking place at this time. The Navy will study the operations, budget/finance, and administrative support functions at the following location:

City and State	Activity Name	Civilians	Military
China Lake, CA	NAWCWD CHINA LAKE	3	0
North Island, CA	NADEP NORTH ISLAND	1	0
Point Mugu, CA	NAWCWD PT MUGU	4	0
San Diego, CA	NATEC	7	0
Washington, DC	SSC-CHARLESTON	5	0
Jacksonville, FL	NADEP JACKSONVILLE	12	0
Orlando, FL	NAWCAD TSD	2	0
Pensacola, FL	SSC-CHARLESTON	1	0
Indian Head, MD	NSWC INDIAN HEAD DIV	11	0
Patuxent River, MD	NAWCAD PAX RIVER	3	0
Patuxent River, MD	NAVAIR HQ	5	0
Cherry Point, NC	NADEP CHERRY POINT	27	0
Lakehurst, NJ	NAWCAD LAKEHURST	6	0
Charleston, SC	SSC-CHARLESTON	6	0
Norfolk, VA	SSC-CHARLESTON	3	0
GRAND TOTAL		96	0

The Navy continues to seek ways to improve efficiency and effectiveness, reduce the overall cost of operations, and improve business processes. This effort includes exploring opportunities for competitive initiatives.

Preliminary planning is designed to coordinate management of competitive sourcing actions, support the agency through the competitions, and achieve competition success. Anticipated to be complete in nine to 12 months, preliminary planning must include review of functions and positions to be competed, and will produce a decision regarding the scope of the

competition(s), including the type(s) of competition to be performed (streamlined or standard), methods for collecting workload data, baseline costs, plan of action and milestones schedule, roles and responsibilities of competition participants, and competition officials.

A competition will only be initiated if preliminary planning reveals that it will likely result in savings for the government. Prior to beginning the competition, the Navy will formally notify Congress.

A similar letter has been sent to Chairmen Warner, Stevens, and Young. If I can be of further assistance, please let me know.

Very Respectfully,

A handwritten signature in dark ink, appearing to be 'BJ Penn', written over the typed name.

BJ Penn

Copy to: The Honorable Ike Skelton, Ranking Member



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Chairman, Committee on Armed Services
United States Senate
Washington, DC 20510

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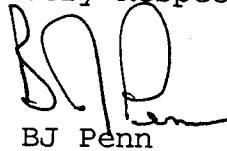
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BJ Penn

Copy to: The Honorable Carl Levin, Ranking Member